

# SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Correa, et al. Analyst: Kristina E. North Bill Number: AB 727

Related Bills: See Prior Analysis Telephone: 845-6978 Amended Date: May 9, 2001

Attorney: Patrick Kusiak Sponsor: \_\_\_\_\_

**SUBJECT:** Agricultural Product Donations to Food Bank Credit/FTB Report to Legislature Regarding Credit Utilization

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended \_\_\_\_\_.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced February 22, 2001.

FURTHER AMENDMENTS NECESSARY.

DEPARTMENT POSITION CHANGED TO \_\_\_\_\_.

REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 22, 2001, STILL APPLIES.

OTHER - See comments below.

## SUMMARY

This bill would create a credit for taxpayers that donate agricultural products to food banks.

## SUMMARY OF AMENDMENT

The May 9, 2001, amendments would:

- ◆ Limit the carryover period to seven years;
- ◆ Specify that the food bank be located in California;
- ◆ Require that the Franchise Tax Board annually report to the Legislature on the utilization of this credit; and
- ◆ Make other technical changes.

The May 9, 2001, amendments resolved the implementation concern regarding an unlimited carryover period as discussed in the department's analysis of the bill as introduced February 22, 2001. The technical concern and amendments are restated below. Except for the changes discussed above, the remainder of the department's analyses of the bill as introduced on February 22, 2001, still applies.

Board Position:

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<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input checked="" type="checkbox"/> PENDING

Legislative Director

Date

Jana Howard for BP

06/01/01

## **POSITION**

Pending.

### **Summary of Suggested Amendments**

Technical amendments are provided to resolve the concern discussed in this analysis.

## **TECHNICAL CONSIDERATION**

The language in subdivision (b) discussing the treatment of the credit by husbands and wives, persons that share expenses, and partners is declarative of existing law and should be deleted. Amendments 1 and 2 are provided.

## **LEGISLATIVE STAFF CONTACT**

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FRANCHISE TAX BOARD'S  
PROPOSED AMENDMENTS TO AB 727  
As Amended May 9, 2001

**AMENDMENT 1**

On page 2, delete lines 16 through 28, and redesignate remaining subdivisions accordingly.

**AMENDMENT 2**

On page 3, delete lines 29 through 37, and redesignate remaining subdivisions accordingly.